

APR 25 1995

SF-113

**FMNP Policy Memorandum: #95-4  
WIC Farmers' Market Nutrition Program (FMNP)  
Revised Grant Amounts and New State Amounts for Fiscal Year 1995**

**Regional Directors  
Supplemental Food Programs  
All Regions**

This is to provide you with information concerning the FMNP fiscal year (FY) 1995 revised grant amounts and new State amounts. As you know, we worked with the executive committee of the National Association of Farmers' Market Nutrition Programs (NAFMNP) to develop a formula for allocating expansion funds. This memorandum transmits an explanation of the funding strategy developed. We have received a recovery report confirming the amount of FY 1994 unspent funds to be \$549,266. Based on the expansion formula, the only adjustment we made to the previous information you received from us is a change in funds for New York, Pennsylvania, and Massachusetts. New York and Pennsylvania's funds were adjusted because the 25 percent cap changed as a result of a change in unspent funds. Massachusetts received additional funds in accordance with the rank order of the formula. Wisconsin, a new State agency, also received additional funds in accordance with its ranking. We have attached two charts reflecting these adjustments. Attachment A depicts the application of the expansion formula and Attachment B depicts final grant amounts for all States.

**Division of Funds Available**

The FY 1995 appropriation for the FMNP is \$6,750,000. Of that amount, \$5,588,200 was used to support base grant amounts to the 26 State agencies already participating in the program, as directed by law. The remaining funds from the appropriation, along with \$549,266 in unspent funds from FY 1994, brings the total funding available for expansion and for new State agencies to \$1,711,066. By law, 75 percent of these remaining funds, or \$1,283,300, is available for current States for expansion, while 25 percent, or \$427,767, is available for new States.

Expansion Funding to Current States

By law and regulation, in order to be eligible for expansion funds, a State agency has to: a) justify the increase in participation; b) operate the existing program to the satisfaction of the Food and Consumer Service; and, c) spend at least 80 percent of its prior year's food grant (exclusive of carryforward funds).

In addition, the committee analysis accompanying the Senate version of Pub. L. 103-448, the FMNP reauthorization law, sets forth: "Consideration of the difference between the number of WIC recipients in a State and the number participating in the Program."

We have worked closely with the executive committee of the NAFMNP to ensure as much consensus and equity in the expansion formula as possible, given the amount of funds available. Taking the above mentioned legislative provisions into consideration, with the NAFMNP, we developed an expansion funding formula based on the following guidelines:

- Each State agency meeting the legislative and regulatory expansion guidelines shall receive an expansion adjustment equal to 5 percent of its FY 1994 grant.
- State agencies shall be ranked according to their FY 1994 average FMNP grant per WIC participant.
- Expansion requests shall be funded in rank order, beginning with the State agency with the lowest FY 1994 FMNP grant per WIC recipient.
- No State agency shall receive more than 25 percent of the available expansion funds (\$320,825).

Using this funding method, 8 out of the 12 State agencies received 100 percent of the expansion funds they requested, 2 States were capped at \$320,825 (25 percent of available funds), 1 State received approximately 67 percent of its expansion request, and 1 State received a 5 percent increase above its FY 1994 grant.

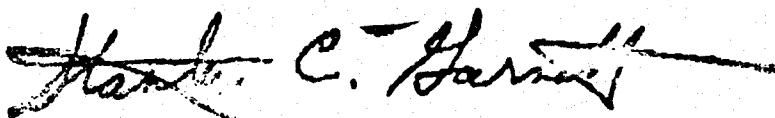
Based on the 80 percent expenditure threshold, 4 States requesting expansion funds were not eligible to receive funds.

Funding to New States

The law provides that the remaining 25 percent (\$427,767) is available for new States. Four new State agencies (two of which are Indian Tribal Organizations) submitted and received approval of State Plans to initiate the FMNP in FY 1995. These State agencies are: Illinois, Wisconsin, Eastern Band of Choctaws, MS, and Chickasaw, OK. All State agencies received the amount of funding requested except Wisconsin, which requested more funding than what is available. The new State agencies were funded based on the quality of their State Plans in accordance with ranking criteria established in the law.

Market Development

Pub. L. 103-448 permits a State agency to use up to 2 percent of total program funds for market development or technical assistance to farmers' markets if the Secretary determines that the State intends to promote the development of farmers' markets in socially or economically disadvantaged areas, or remote rural areas, where individuals eligible for participation in the program have limited access to locally grown fruits and vegetables. The State must explain plans for the use of market development funds in its State Plan. Nine States requested and have been approved to use 2 percent of their total program funds for market development in FY 1995. Attachment B reflects these amounts as a 19 percent Federal administrative rate. It should be noted that the 19 percent amount includes the 2 percent for market development and the 17 percent for administration.



STANLEY C. GARNETT  
Director  
Supplemental Food Programs Division

**Attachments**

cc: Debbie Whitford, SFPD  
Janice Feld, GA

FINAL:FCS:SFPD:PPDB:SF-113:DebraUtting:ssj:305-2747:

FC:PFM-3

doc:i:PPdb:FMGR953.du

Symbol	Surname	Date	Symbol	Surname	Date
SP-113	Debra Utting	4/20/95			
SP-110	W. F. Feld	4/20/95			
SP-100	J. Feld	4/20			

06/18/95  
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ALLOCATION OF FY 1995 FMNP EXPANSION FUNDS BASED ON FMNP GRANT PER WIC PARTICIPANT  
EXPANSION FUNDS ARE CAPPED AT 25% OF CURRENT AVAILABLE FUNDS (\$320,825)  
(EACH STATE AGENCY RECEIVES AT LEAST A 5% INCREASE OVER ITS FY 94 GRANT)

EXPANSION STATES	WOMEN	INFANTS	CHILDREN	W, I, C REQUEST	FY '94	FY '94	FY '94	Avg	Total	FY 1994	FMNP GRANT	5% OF	FINAL	FY 1995	BASE &	NEW	EXPANSION	
					WIC	WIC	AVERAGE	EXPANSION	FMNP	PER WIC	WOMEN & CHILDREN	GRANT	FUND	EXPANSION	FUND	GRANT	PER/WIC	AS A % OF
																		REQUEST
California	257,277	265,236	315,191	837,704	\$115,321	\$52,810	.06	\$2,641	\$115,321	\$168,131	.20	100.00%						
North Carolina	42,376	49,272	82,555	174,203	37,374	75,815	.44	3,791	37,374	113,189	.65	100.00%						
Michigan	44,502	53,064	107,108	204,674	130,621	173,162	.85	8,658	130,621	303,783	1.48	100.00%						
Maryland	19,432	24,316	38,892	82,640	70,475	120,859	1.46	6,043	70,475	191,334	2.32	100.00%						
Minnesota	16,651	20,415	56,111	93,177	61,648	143,719	1.54	7,186	61,648	205,367	2.20	100.00%						
Pennsylvania	43,108	58,445	158,551	260,104	1,912,836	420,697	1.62	21,025	320,825	741,322	2.85	16.77%						
Maine	5,766	6,186	15,157	27,109	42,786	60,900	2.25	3,045	42,786	103,686	3.82	100.00%						
Rhode Island	3,514	5,437	11,253	20,204	40,000	50,000	2.47	2,500	40,000	90,000	4.45	100.00%						
New York	83,871	116,267	227,871	428,009	1,186,191	1,280,94	2.99	64,025	320,825	1,601,319	3.74	27.05%						
Massachusetts	24,527	27,504	56,810	108,841	198,109	396,891	3.65	19,845	132,149	529,040	4.86	66.71%						
Vermont	3,345	2,970	9,750	16,065	3,501	71,175	4.43	3,501	3,501	74,676	4.65	100.00%						
D.C.	3,868	5,774	7,720	17,362	76,436	155,492	8.96	7,775	7,775	163,267	9.40	10.17%						
Total	548,237	634,886	1,086,969	2,270,092	\$3,875,298	\$3,001,814		\$1,32	\$150,033	\$1,283,300	\$4,285,114	\$1.89	33.11%					

FY 1995 APPROPRIATION  
FY 1994 UNSPENT  
FY 1995 BASE GRANTS  
BALANCE

AVAILABLE FOR EXPANSION  
AVAILABLE FOR NEW STATES

\$6,750,000  
549,266  
5,588,200  
1,711,066

\$1,283,300  
\$427,767  
320,825=25% OF EXPANSION

05/2/95

FY 1995 WIC FARMERS' MARKET REVISED GRANT AMOUNTS AND  
NEW STATE AGENCY GRANT AMOUNTS

Attachment B

STATE AGENCY	BASE GRANT AMOUNT	EXPANSION AMOUNT	NEW STATE AMOUNT	FEDERAL AMOUNT	FEDERAL ADMIN AMOUNT	FEDERAL FOOD AMOUNT	FEDERAL AMOUNT	FEDERAL FOOD AMOUNT	MINIMUM STATE MATCH	ESTIMATED TOTAL PROGRAM COST
				WITH 2% MKT. DEV.	81.00%	17.00%	83.00%			
NERO	\$293,256	0		\$293,256		\$49,854	\$243,402	\$125,681	\$418,937	
CONNECTICUT	396,891	132,149	529,040		89,937	439,103	226,731	755,771		
MASSACHUSETTS	60,900	42,786	103,686		17,627	86,059	44,437	148,123		
MAINE	95,213	0	95,213		16,186	79,027	40,806	136,019		
NEW HAMPSHIRE	1,280,494	320,825	1,601,319	304,251	1,297,068		686,280	2,287,599		
NEW YORK	50,000	40,000	90,000		15,300	74,700	38,571	128,571		
RHODE ISLAND	71,175	3,501	74,676		12,695	61,981	32,004	106,680		
VERMONT	2,247,929	539,261	0	2,787,190	304,251	1,297,068	201,599	1,194,510	3,981,699	
<b>SUBTOTAL</b>										
MARO	155,492	7,775	163,267		27,755	135,512	69,972	233,239		
D.C.	120,859	70,475	191,334		32,527	158,807	82,000	273,334		
MARYLAND	153,149	0	153,149	29,098	124,051		65,635	218,784		
NEW JERSEY	420,497	320,825	741,322	140,851	600,471		317,709	1,059,031		
PENNSYLVANIA	50,000	0	50,000		8,500	41,500	21,429	71,429		
WEST VIRGINIA	899,997	399,075	0	1,299,072	169,949	724,522	68,782	335,819	556,745	1,855,817
<b>SERO</b>										
MS. BAND OF CHOCTAWS			10,121	10,121		1,721	8,400	4,338	14,459	
KENTUCKY	86,382	0		86,382		14,685	71,697	37,021	123,403	
N. CAROLINA	75,815	37,374		113,189		19,242	93,947	48,510	161,699	
S. CAROLINA	111,762	0		111,762		19,000	92,762	47,898	159,660	
<b>SUBTOTAL</b>				321,454	0	54,648	266,806	137,767	459,220	
MURO										
ILLINOIS		116,600	116,600			19,822	96,778	49,971	166,571	
INDIANA	8,096	0		8,096		1,376	6,720	3,470	11,566	
MICHIGAN	173,162	130,621	303,783	57,719	246,064		130,193	433,976		
MINNESOTA	143,719	61,648	205,367		34,912	170,455	88,014	293,381		
OHIO	89,047	0		89,047	16,919	72,128	44,378	38,163	127,210	
WISCONSIN		261,046		261,046			216,668	111,877	372,923	
<b>SUBTOTAL</b>		\$192,269	\$377,646	\$983,939	\$74,638	\$318,192	\$100,488	\$420,621	\$421,688	\$1,405,627

STATE AGENCY	BASE GRANT AMOUNT	EXPANSION AMOUNT	NEW STATE AMOUNT	TOTAL FEDERAL AMOUNT	FEDERAL ADMIN AMOUNT	FEDERAL FOOD AMOUNT	FEDERAL ADMN AMOUNT	FEDERAL FOOD AMOUNT	MINIMUM STATE MATCH	ESTIMATED TOTAL PROGRAM COST
				WITH 2%	81.00%	17.00%	83.00%			
				MKT. DEV.	19.00%					

<b>MPRO</b>	<b>412,981</b>	<b>0</b>	<b>412,981</b>	<b>70,207</b>	<b>362,774</b>	<b>176,992</b>	<b>589,973</b>	
<b>IOWA</b>	<b>13,158</b>	<b>0</b>	<b>13,158</b>	<b>2,500</b>	<b>10,658</b>	<b>5,639</b>	<b>18,797</b>	
<b>MISSOURI</b>	<b>426,139</b>	<b>0</b>	<b>426,139</b>	<b>2,500</b>	<b>10,658</b>	<b>70,207</b>	<b>182,631</b>	<b>608,770</b>
<b>SUBTOTAL</b>								

<b>SNRO</b>	<b>25,000</b>	<b>0</b>	<b>25,000</b>	<b>4,750</b>	<b>20,250</b>	<b>10,714</b>	<b>35,714</b>		
<b>CHEROKEE, OK</b>		<b>40,000</b>	<b>40,000</b>	<b>7,600</b>	<b>32,400</b>	<b>4,444</b>	<b>44,444</b>		
<b>CHICKASAW, OK</b>	<b>74,462</b>	<b>0</b>	<b>74,462</b>	<b>14,148</b>	<b>60,314</b>	<b>31,912</b>	<b>106,374</b>		
<b>NEW MEXICO</b>									
<b>TEXAS</b>	<b>1,047,176</b>	<b>0</b>	<b>1,047,176</b>		<b>178,020</b>	<b>869,156</b>	<b>448,790</b>	<b>1,495,966</b>	
<b>SUBTOTAL</b>	<b>1,146,638</b>	<b>0</b>	<b>40,000</b>	<b>1,186,638</b>	<b>26,498</b>	<b>112,964</b>	<b>869,156</b>	<b>495,860</b>	<b>1,682,499</b>
<b>WRO</b>									

<b>CALIFORNIA</b>	<b>52,810</b>	<b>115,321</b>	<b>168,131</b>	<b>28,582</b>	<b>139,549</b>	<b>72,056</b>	<b>240,187</b>	
<b>WASHINGTON</b>	<b>126,704</b>	<b>0</b>	<b>126,704</b>	<b>21,540</b>	<b>105,164</b>	<b>54,302</b>	<b>181,006</b>	
<b>SUBTOTAL</b>	<b>179,514</b>	<b>115,321</b>	<b>0</b>	<b>294,835</b>	<b>0</b>	<b>50,122</b>	<b>244,713</b>	<b>126,358</b>
<b>TOTAL</b>	<b>\$5,588,200</b>	<b>\$1,283,300</b>	<b>\$427,767</b>	<b>\$7,299,267</b>	<b>\$577,836</b>	<b>\$2,463,404</b>	<b>\$723,866</b>	<b>\$3,534,161</b>
								<b>\$3,115,559</b>
								<b>\$10,414,825</b>

<b>FY 1995 Appropriation</b>	<b>\$6,750,000</b>
<b>FY 1994 Unspent</b>	<b>549,266</b>
<b>Total FY 1995 Available</b>	<b>7,299,266</b>
<b>FY 1995 Base Grants</b>	<b>5,588,200</b>
<b>Balance</b>	<b>1,711,066</b>

Available for Expansion  
Available for New States

1,283,300  
\$427,767

FY 1995 WIC FARMERS' MARKET  
NEW STATE AGENCY GRANT AMOUNTS

Attachment

STATE AGENCY	BASE GRANT AMOUNT	EXPANSION AMOUNT	NEW STATE AMOUNT	TOTAL FEDERAL AMOUNT	FEDERAL ADMIN AMOUNT	FEDERAL FOOD AMOUNT	FEDERAL ADMIN AMOUNT	FEDERAL FOOD AMOUNT	MINIMUM STATE MATCH	ESTIMATED TOTAL PROGRAM COST
				WITH 2% MKT. DEV.	81.00%	17.00%	83.00%			
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CONNECTICUT	396,891	132,149		529,040			89,937	439,103	226,731	755,771
MASSACHUSETTS	60,900	42,786		103,686			17,627	86,059	44,437	148,123
MAINE	95,213	0		95,213			16,186	79,027	40,806	136,019
NEW HAMPSHIRE	1,280,494	320,825		1,601,319	304,251	1,297,068			686,280	2,287,599
NEW YORK	50,000	40,000		90,000			15,300	74,700	38,571	128,571
RHODE ISLAND	71,175	3,501		74,676			12,695	61,981	32,004	106,680
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PENNSYLVANIA	420,497	320,825		741,322	140,851	600,471			317,709	1,059,031
WEST VIRGINIA	50,000	0		50,000			8,500	41,500	21,429	71,429
SUBTOTAL	899,997	399,075	0	1,299,072	169,949	724,522	68,782	335,819	556,745	1,855,817
SERO										
MS. BAND OF CHOCTAWS										
KENTUCKY	86,382	0		10,121	10,121			1,721	8,400	4,338
N. CAROLINA	75,815	37,374		113,189			14,685	71,697	37,021	123,403
S. CAROLINA	111,762	0		111,762			19,242	93,947	48,510	161,699
SUBTOTAL	273,959	37,374	10,121	321,454	0	0	54,648	266,806	137,767	459,220
MWRO										
ILLINOIS										
INDIANA	8,096	0		8,096			1,376	6,720	3,470	11,566
MICHIGAN	173,162	130,621		303,783	57,719	246,064			130,193	433,976
MINNESOTA	143,719	61,648		205,367			34,912	170,455	88,014	293,381
OHIO	89,047	0		89,047	16,919	72,128			38,163	127,210
WISCONSIN	261,046			261,046			44,378	216,668	111,877	372,923
SUBTOTAL	\$414,024	\$192,269	\$377,646	\$983,939	\$74,638	\$318,192	\$100,488	\$490,621	\$421,688	\$1,405,627

STATE AGENCY	BASE GRANT AMOUNT	EXPANSION AMOUNT	NEW STATE AMOUNT	TOTAL FEDERAL AMOUNT	FEDERAL ADMIN AMOUNT	FEDERAL FOOD AMOUNT	FEDERAL ADMIN AMOUNT	FEDERAL FOOD AMOUNT	MINIMUM STATE MATCH	ESTIMATED TOTAL PROGRAM COST
				WITH 2%	WITH 2%	WITH 2%	WITH 2%	WITH 2%	WITH 2%	WITH 2%
				MKT. DEV.	MKT. DEV.	MKT. DEV.	MKT. DEV.	MKT. DEV.	MKT. DEV.	MKT. DEV.
				19.00%	19.00%	19.00%	19.00%	19.00%	19.00%	19.00%

<b>MPRO</b>												
IOWA	412,981	0	412,981			70,207	342,774	176,992	589,973			
MISSOURI	13,158	0	13,158	2,500	10,658			5,639	18,797			
<b>SUBTOTAL</b>	<b>426,139</b>	<b>0</b>	<b>426,139</b>	<b>2,500</b>	<b>10,658</b>	<b>70,207</b>	<b>342,774</b>	<b>182,631</b>	<b>608,770</b>			
 <b>SWRO</b>	 CHEROKEE, OK	 25,000	 0	 25,000	 4,750	 20,250			 10,714	 35,714		
	CHICKASAW, OK			40,000	7,600	32,400			4,444	44,444		
	NEW MEXICO	74,462	0	74,462	14,148	60,314			31,912	106,374		
	TEXAS	1,047,176	0	1,047,176			178,020	869,156	448,790	1,495,966		
	<b>SUBTOTAL</b>	<b>1,146,638</b>	<b>0</b>	<b>40,000</b>	<b>1,186,638</b>	<b>26,498</b>	<b>112,964</b>	<b>869,156</b>	<b>495,860</b>	<b>1,682,499</b>		
 <b>WRO</b>	 CALIFORNIA	 52,810	 115,321	 168,131			 28,582	 139,549	 72,056	 240,187		
	WASHINGTON	126,704	0	126,704			21,540	105,164	54,302	181,006		
	<b>SUBTOTAL</b>	<b>179,514</b>	<b>115,321</b>	<b>0</b>	<b>294,835</b>	<b>0</b>	<b>0</b>	<b>50,122</b>	<b>244,713</b>	<b>126,358</b>	<b>421,193</b>	
 <b>TOTAL</b>	 <b>\$5,588,200</b>	 <b>\$1,283,300</b>	 <b>\$427,767</b>	 <b>\$7,299,267</b>			 <b>\$577,836</b>	 <b>\$2,463,404</b>	 <b>\$723,866</b>	 <b>\$3,534,161</b>	 <b>\$3,115,559</b>	 <b>\$10,414,825</b>

FY 1995 Appropriation  
 FY 1994 Unspent  
 Total FY 1995 Available  
 FY 1995 Base Grants  
 Balance

\$6,750,000  
 549,266  
 7,299,266  
 5,588,200  
 1,711,066

Available for Expansion  
 Available for New States

1,283,300  
 \$427,767